

# Goods Movement Action Plan



## State of California

**Governor Arnold Schwarzenegger**

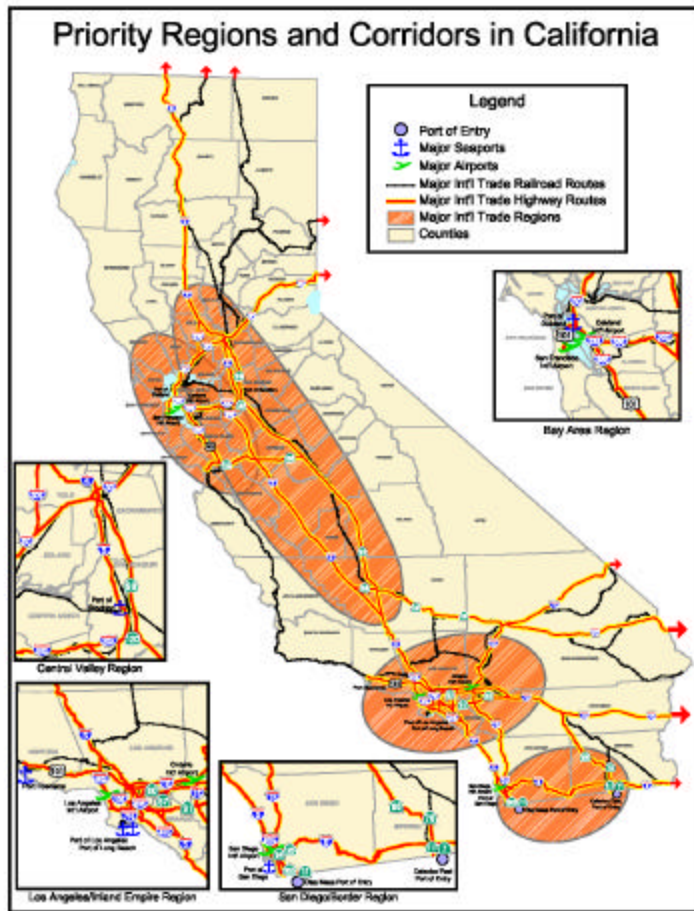


**California Environmental Protection Agency**  
**Alan C. Lloyd, Ph.D.**  
*Agency Secretary*



**Business, Transportation & Housing Agency**  
**Sunne Wright McPeak**  
*Agency Secretary*

# California has four “Port to Border” regional corridors.



- Los Angeles-Long Beach
- Bay Area
- Central Valley
- San Diego

# Goods Movement Industry

Major financial engine in California . . . and growing.



- Responsible for one out of seven California jobs.
- Cargo volume will double in 15 years (growing in Southern California faster than 2000 projections).
- Large infrastructure investment needed.



# Challenge: Congestion

Goods movement is a major contributor to traffic congestion and a bottleneck to future growth.

**I-710 Typical Day**

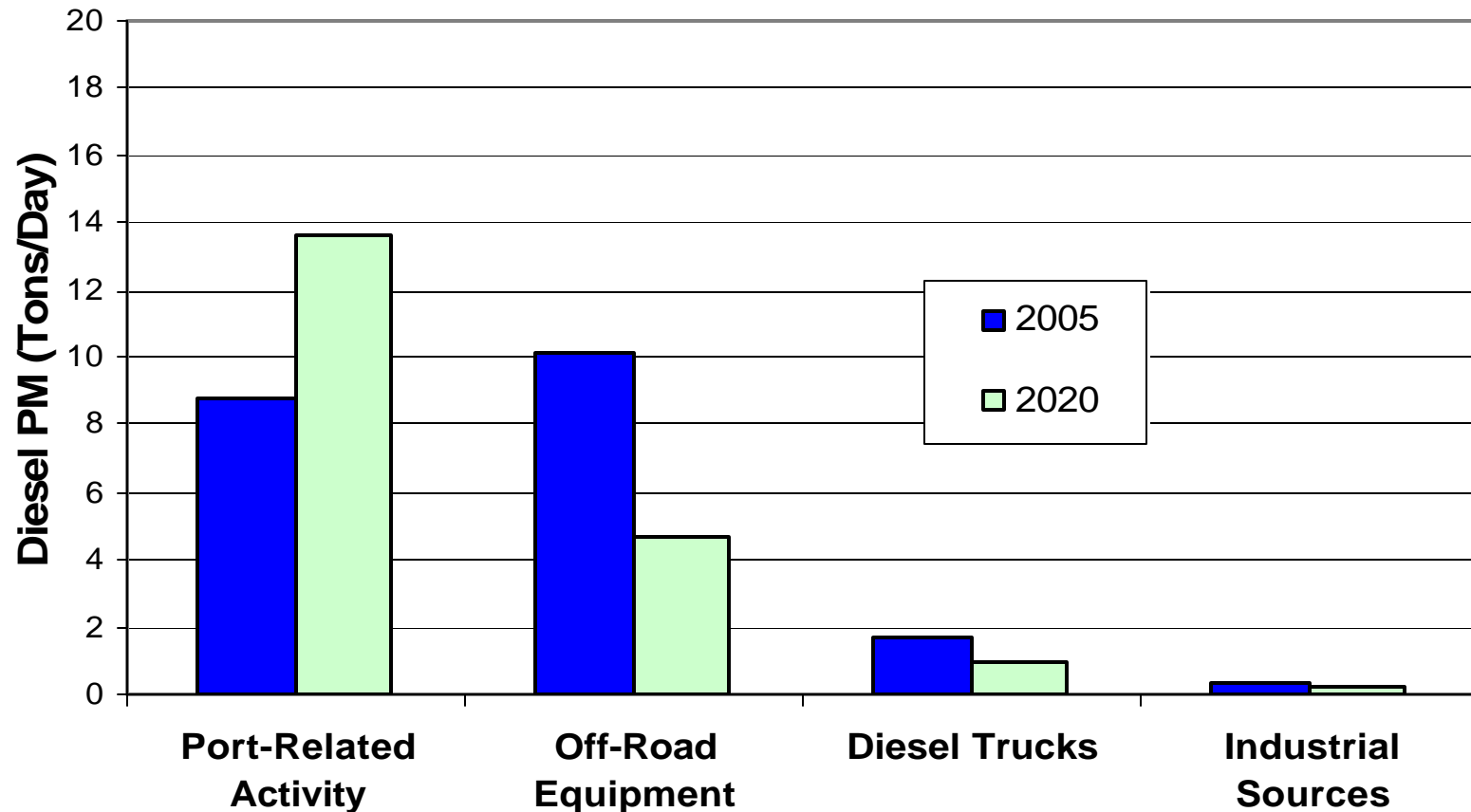


**I-710 During 2002 Port Lockout**



# Challenge: Pollution

By 2020, port-related emissions will be LA's biggest pollution source.



# Homeland Security



- Federal government must do more to inspect and secure containers at point of origin.
- Ports require better physical security.
- More federal funding justified.

# Leadership

**BT&H and EPA have been doing joint outreach.**



- More than 350 participants at public “listening sessions.”
- All major groups represented.
- Administration leadership welcomed by all.



# Plan of Action



Goal: To reach consensus by December on a Plan that identifies:

- Priority infrastructure projects
- Environmental and community mitigation
- Homeland Security projects
- Financing
- Federal action



# Priority Infrastructure Projects



- \$48 billion in identified need.
- Priority projects total \$14.4 billion.
- Examples include:
  - I 710 Corridor
  - Alameda Corridor East
  - BNSF Rail Intermodal Facility
  - I 80/I 680 Interchange

# Environmental and Community Mitigation



- Cost estimated to be \$2 – \$5 billion.
- Air pollution reductions:
  - incentives (e.g., Carl Moyer), agreements, and regulation
  - grade separation projects
- Community impacts mitigation.

# Financing Sources



- Federal:
  - Transportation Reauthorization
  - Customs Revenues
  - Energy Bill
  - Other Federal Programs
- Public-Private Partnerships:
  - User Fees
  - Tolls
  - Contributions for Private Benefit
- State:
  - Existing Revenues and Proposition 42
  - Revenue Bonds
  - Tax Credit Bonds
  - Garvee Bonds

# Process



- October: Convene Phase II Work Groups
  - Env. Mitigation – Infrastructure
  - Finance – Homeland Security
  - Community Mit. – Integrating
- October – November: Work with stakeholder-based integrating work group to achieve consensus
- December – Submit plan for approval
- January: Governor announces goods movement initiative



# Challenges



- Community resistance
- Ships arguably not subject to state regulation
- Business community resistance
- Federal cooperation
- Legislative authority

# Goods Movement Action Plan

For a prosperous and clean future.

